FISCAL NOTE
Requested by Legislative Council
01/12/2015

Revised
Bill/Resolution No.: HB 1205

1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	**Other Funds**	**General Fund**	**Other Funds**	**General Fund**	**Other Funds**
Revenues				$(2,327,000)		$(2,400,000)
Expenditures			$2,327,000		$4,400,000	
Appropriations			$2,327,000		$4,400,000	

1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties			
Cities			
School Districts			
Townships			

2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Requires partial tuition waiver to ND veteran's "dependents" (i.e. child, stepchild, spouse, widow, or widower). Qualifying veterans include those with a 50-90% disability rating, with waiver amount tied to disability rating.

B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Sections 1 and 2 would result in additional veteran's dependents waivers, as waivers are expanded beyond the current mandatory waiver for 100% disabled, to also include a partial waiver for those with disability rating of between 50-90%.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Additional tuition waivers ranging from 50-90% would result in an estimated revenue reduction of about $2.3 M in 15-17 and $2.4 M in 17-19 biennium, for an estimated 270 students per year, some of which may be current students and some new students.

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Assumes expenditure of additional state general fund appropriation to offset tuition waivers ranging from 50-90% of about $2.3 M in 15-17 and $2.4 M in 17-19 biennium, for an 270 students per year. Additionally, higher ed funding formula would generate about another $1.0 M/yr or $2.0 M/biennium, based on additional credit hour production, staring in 2017-19, due to credit hour lag.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Additional state general fund appropriation to offset tuition waivers ranging from 50-90% of about $2.3 M in 15-17 and $2.4 M in 17-19 biennium, for an additional estimated 270 students per year. Additionally, higher ed funding formula would generate about another $1.0 M/yr or $2.0 M/biennium, based on additional credit hour production, starting in 2017-19,due to credit hour lag.

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